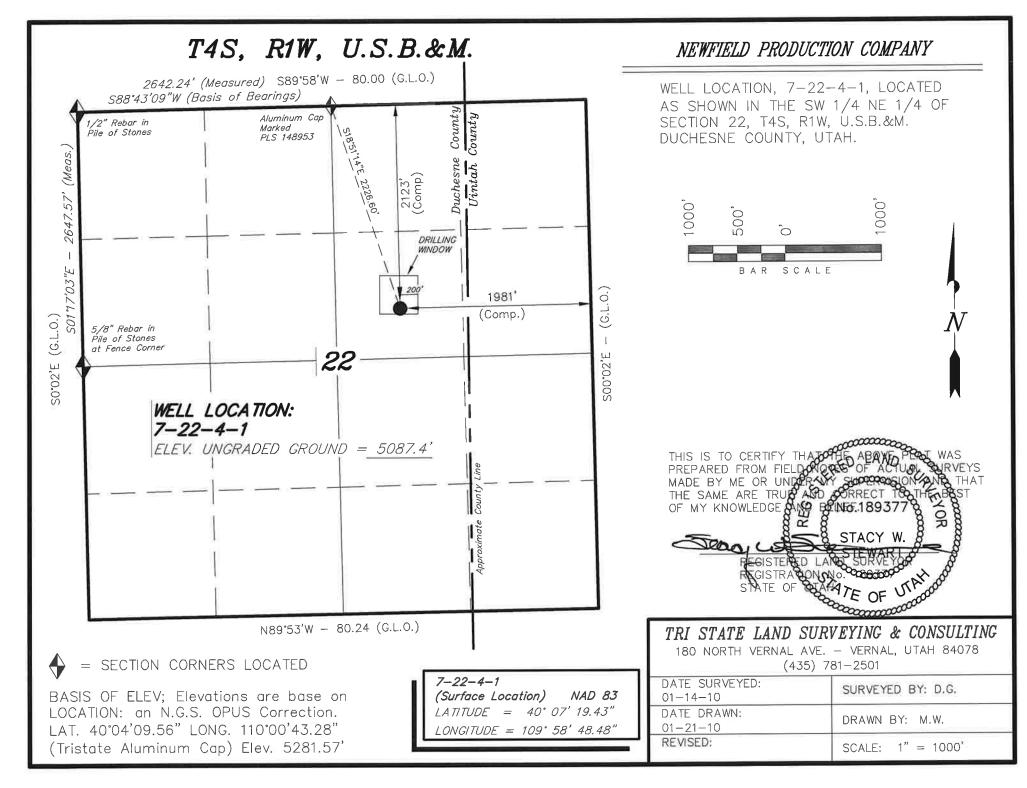
STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING							FORI	_	
APPLICATION FOR PERMIT TO DRILL							1. WELL NAME and	NUMBER Hancock 7-22-4-1	
2. TYPE OF WORK DRILL NEW WELL (REENTER P&A WELL (DEEPEN WELL (DEEPE					3. FIELD OR WILDO	AT IONUMENT BUTTE			
4. TYPE OF WELL Oil We	ll Coalbed	Methane Well: NO					5. UNIT or COMMU	NITIZATION AGRE	MENT NAME
6. NAME OF OPERATOR	WFIELD PRODUCT	TON COMPANY					7. OPERATOR PHON	IE 435 646-4825	
8. ADDRESS OF OPERATOR	t 3 Box 3630 , Myt	on, UT, 84052					9. OPERATOR E-MA	IL rozier@newfield.com	
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE)		I1. MINERAL OWNE	ERSHIP DIAN () FEE (8	12. SURFACE OWNE	ERSHIP DIAN (STATE (FEE (
Fee 13. NAME OF SURFACE OWNER (if box 12		FEDERAL INC	JIAN (Į SIAILĄ			14. SURFACE OWN	<u> </u>	~ ~
15. ADDRESS OF SURFACE OWNER (if box	Henderson Ran	iches LLC				_	16. SURFACE OWN	R E-MAIL (if box 1	2 = 'fee')
	R 3 Box 3671, Myt	ton, UT 84052	MINGL	LE PRODUCT	ION FROM	_	19. SLANT		
17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN')	יו	MULTIPLE FORMAT	IONS	gling Applicat		_	VERTICAL (📵 DIR	ECTIONAL (HO	DRIZONTAL (
20. LOCATION OF WELL	FOO	TAGES		rR-QTR	SECTI		TOWNSHIP	RANGE	MERIDIAN
LOCATION AT SURFACE	2123 FNL	. 1981 FEL	9	SWNE	22		4.0 S	1.0 W	U
Top of Uppermost Producing Zone	2123 FNL	. 1981 FEL	9	SWNE	22		4.0 S	1.0 W	U
At Total Depth	2123 FNL	. 1981 FEL	9	SWNE	22		4.0 S	1.0 W	U
21. COUNTY DUCHESNE	[2	22. DISTANCE TO N		T LEASE LIN	E (Feet)		23. NUMBER OF AC	RES IN DRILLING (JNIT
		25. DISTANCE TO N Applied For Drilling	g or Co		AME POOL		26. PROPOSED DEPTH MD: 6860 TVD: 6860		
27. ELEVATION - GROUND LEVEL 5087	2	28. BOND NUMBER B001834				29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE 43-7478			
	1	A.	ТТАСН	IMENTS					
VERIFY THE FOLLOWING	ARE ATTACHE	D IN ACCORDAN	ICE WI	ITH THE U	TAH OIL A	AND G	SAS CONSERVATI	ON GENERAL RU	ILES
▼ WELL PLAT OR MAP PREPARED BY	LICENSED SURV	EYOR OR ENGINEE	R	СОМ	IPLETE DRI	LLING	PLAN		
✓ AFFIDAVIT OF STATUS OF SURFACE OWNER AGREEMENT (IF FEE SURFACE)					FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER				
DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED)					OGRAPHIC#	AL MAP	•		
NAME Mandie Crozier TITLE Regulatory Tech			Tech			PHON	NE 435 646-4825		
SIGNATURE DATE 02/16/2010						EMAI	L mcrozier@newfield.	com	
API NUMBER ASSIGNED 43013502650000		APPROVAL				B	acyll		
				Pe	Permit Manager				

API Well No: 43013502650000 Received: 2/16/2010

	Proposed Hole, Casing, and Cement								
String	Hole Size Casing Size Top (MD) Bottom (MD)								
Prod	7.875	5.5	0	6860					
Pipe	Grade	Length	Weight						
	Grade J-55 LT&C	6860	15.5						

API Well No: 43013502650000 Received: 2/16/2010

	Proposed Hole, Casing, and Cement								
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)					
Surf	12.25	8.625	0	350					
Pipe	Grade	Length	Weight						
	Grade J-55 ST&C	350	24.0						



MEMORANDUM of EASEMENT, RIGHT-OF-WAY and SURFACE USE AGREEMENT

This Easement and Surface Use Agreement ("Agreement") is entered into this 28th day of January 2010 by and between, **Henderson Ranches**, **LLC**, **Wayne and Moreen Henderson**, **Lance and Julie Henderson**, **Tommy Henderson**, and **Billie Henderson**, whose address is R.R. 3, Box 3671, Myton, Utah 84052 ("Surface Owner," whether one or more), and NEWFIELD PRODUCTION COMPANY, a Texas corporation ("NEWFIELD"), with offices at 1401 Seventeenth Street, Suite 1000, Denver, Colorado 80202, covering certain lands, (the "Lands") situated in Duchesne County, Utah described as follows:

Township 4 South, Range 1West
Section 22: SWNE
(7-22-4-1, approx. 1.5 acres plus approx. 730 ft of road and pipeline)
Duchesne County, Utah

(limited to proposed roads, pipelines, & well pad only, as shown in attached plats)

For and in consideration of the sum of ten dollars (\$10.00), and other valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned hereby agree to the terms and provisions set forth as follows:

1. Compensation for Well; Release of All Claims

NEWFIELD shall pay to Surface Owner the sum as set forth in and according to the terms of that certain Letter Agreement for Easement, Right-of Way and Surface Use by and between Surface Owner and NEWFIELD, dated January 28th, 2010, as full payment and satisfaction for any and all detriment, depreciation, injury or damage of any nature to the Lands or growing crops thereon that may occur as a result of NEWFIELD's drilling or completion operations or its continuing activities for the production or transportation of oil, gas, or other hydrocarbons or products associated with the foregoing including, but not limited to, surface use, access, pipelines, gathering lines, pipeline interconnections, and any and all other reasonable or customary uses of land related to said operations or activities.

2. Grant of Right of Way and Easement

Surface Owner hereby grants, bargains, leases, assigns, and conveys to NEWFIELD an easement and right-of-way for the purpose of construction, using and maintaining access roads, locations for surface equipment and subsurface gathering lines for each well drilled upon the Lands, pipelines, and pipeline interconnections for two years from date of this agreement and so long thereafter as NEWFIELD's oil and gas leases remain in effect.

This Agreement shall be binding upon the respective heirs, executors, administrators, successors, and assigns of the undersigned.

These Parties hereto have executed this document effective as of the day first above written.

NEWFIELD PRODUCTION COMPANY

Tommy Henderson

By:	
SURFACE OWNER	
By: May Henderson Ranches. LLC	
By: Wayo Render	By: Moren Henderson
By: Lance Henderson	By: Julie Henderson Julie Henderson

STATE OF UTAH	
COUNTY OF <u>Duchesne</u>)	7
This instrument was acknowledged before the Henderson and Moreen Henderson	me this day of February, 2010 by Wayne
Witness my hand and official seal.	
My commission expires 9/8/2013 STATE OF UTAH) SSS COUNTY OF Duchesne) This instrument was acknowledged before the state of the st	Notary Public TIMEATON 100000000000000000000000000000000000
Henderson and Julie Henderson Witness my hand and official scal.	
My commission expires	Notary Public HM EATON HM
My commission expires 9/8/20/3 STATE OF COLORADO) ss COUNTY OF Denver) This instrument was acknowledged before in Daniel W. Shewmake-Development, as Vice Pres corporation, on behalf of the corporation.	
Witness my hand and official seal.	
	Notary Public
My commission expires	

NEWFIELD PRODUCTION COMPANY HANCOCK 7-22-4-1 SW/NE SECTION 22, T4S, R1W DUCHESNE COUNTY, UTAH

TEN POINT DRILLING PROGRAM

1. GEOLOGIC SURFACE FORMATION:

Uinta formation of Upper Eocene Age

2. <u>ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS</u>:

 Uinta
 0 - 2,000'

 Green River
 2,000'

 Wasatch
 6,860'

3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River Formation (Oil) 2,000' - 6,860'

Fresh water may be encountered in the Uinta Formation, but would not be expected below about 350'. All water shows and water bearing geologic units shall be reported to the geologic and engineering staff of the Vernal Office prior to running the next string of casing or before plugging orders are requested. All water shows must be reported within one (1) business day after being encountered.

All usable (<10,000 PPM TDS) water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. This information shall be reported to the Vernal Office.

Detected water flows shall be sampled, analyzed, and reported to the geologic & engineering staff of the Vernal Office. The office may request additional water samples for further analysis. Usage of the State of Utah form *Report of Water Encountered* is acceptable, but not required.

The following information is requested for water shows and samples where applicable:

Location & Sampled Interval

Flow Rate

Hardness

Date Sampled

Temperature

pH

Water Classification (State of Utah)

Dissolved Iron (Fe) (ug/l)

Dissolved Magnesium (Mg) (mg/l)

Dissolved Bicarbonate (NaHCO₃) (mg/l)

Dissolved Carbonate (CO₃) (mg/l)

Dissolved Chloride (Cl) (mg/l)

Dissolved Sulfate (SO₄) (mg/l) Dissolved Total Solids (TDS) (mg/l)

Ten Point Well Program & Thirteen Point Well Program Page 2 of 9

4. PROPOSED CASING PROGRAM

a. Casing Design: Hancock 7-22-4-1

21	Interval		Mariala	Cuada	Counting	Design Factors		
Size	Тор	Bottom	Weight	Grade	Coupling	Burst	Collapse	Tension
Surface casing			212		070	2,950	1,370	244,000
8-5/8"	0'	350'	24.0	J-55	STC	15.02	12.30	29.05
Prod casing	-10				1.70	4,810 4,040		217,000
5-1/2"	0'	6,860'	15.5	J-55	LTC	2.20	1.85	2.04

Assumptions:

- 1) Surface casing max anticipated surface press (MASP) = Frac gradient gas gradient
- 2) Prod casing MASP (production mode) = Pore pressure gas gradient
- 3) All collapse calculations assume fully evacuated casing w/ gas gradient
- 4) All tension calculations assume air weight

Frac gradient at surface casing shoe = 13.0 ppg
Pore pressure at surface casing shoe = 8.33 ppg
Pore pressure at prod casing shoe = 8.33 ppg
Gas gradient = 0.115 psi/ft

All casing shall be new or, if used, inspected and tested. Used casing shall meet or exceed API standards for new casing.

All casing strings shall have a minimum of 1 (one) centralizer on each of the bottom three (3) joints.

b. Cementing Design: Hancock 7-22-4-1

			Sacks	ОН	Weight	Yield	
Job	Fill	Description	ft ³	Excess*	(ppg)	(ft³/sk)	
0.6	0501	Olara C/ 20/ C=Cl	161	30%	15.8	1.17	
Surface casing	350'	Class G w/ 2% CaCl	188	30 70		1.17	
Prod casing	4.000	Prem Lite II w/ 10% gel + 3%	336	30%	11.0	3.26	
Lead	4,860'	KCI	1095	30 70	11.0	3.20	
Prod casing	2.000	50/50 Poz w/ 2% gel + 3%	363	30%	14.3	1.24	
Tail	2,000	KCI	451	0070	1 1.0	1.27	

^{*}Actual volume pumped will be 15% over the caliper log

- Compressive strength of lead cement: 1800 psi @ 24 hours, 2250 psi @ 72 hours
- Compressive strength of tail cement: 2500 psi @ 24 hours

Hole Sizes: A 12-1/4" hole will be drilled for the 8-5/8" surface casing. A 7-7/8" hole will be drilled for the 5-1/2" production casing.

The 8-5/8" surface casing shall in all cases be cemented back to surface. In the event that during the primary surface cementing operation the cement does not circulate to surface, or if the cement level should fall back more than 8 feet from surface, then a remedial surface cementing operation shall be performed to insure adequate isolation and stabilization of the surface casing.

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

The operator's minimum specifications for pressure control equipment are as follows:

Ten Point Well Program & Thirteen Point Well Program Page 3 of 9

An 8" Double Ram Hydraulic unit with a closing unit will be utilized. Function test of BOP's will be check daily.

Refer to Exhibit C for a diagram of BOP equipment that will be used on this well.

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

From surface to ±350 feet will be drilled with an air/mist system. The air rig is equipped with a 6 ½" blooie line that is straight run and securely anchored. The blooie line is used with a discharge less than 100 ft from the wellbore in order to minimize the well pad size. The blooie line is not equipped with an automatic igniter or continuous pilot light and the compressor is located less than 100 ft from the well bore due to the low possibility of combustion with the air dust mixture. The trailer mounted compressor (capacity of 2000 CFM) has a safety shut-off valve which is located 15 feet from the air rig. A truck with 70 bbls of water is on stand by to be used as kill fluid, if necessary. From about ±350 feet to TD, a fresh water system will be utilized. Clay inhibition and hole stability will be achieved with a KCl substitute additive. This additive will be identified in the APD and reviewed to determine if the reserve pit shall be lined. This fresh water system will typically contain Total Dissolved Solids (TDS) of less than 3000 PPM. Anticipated mud weight is 8.4 lbs/gal. If necessary to control formation fluids or pressure, the system will be weighted with the addition of bentonite gel, and if pressure conditions warrant, with barite

No chromate additives will be used in the mud system on Federal and/or Indian lands without prior BLM approval to ensure adequate protection of fresh aquifers.

No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of this well.

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

Newfield Production will **visually** monitor pit levels and flow from the well during drilling operations.

7. AUXILIARY SAFETY EQUIPMENT TO BE USED:

Auxiliary safety equipment will be a Kelly Cock, bit float, and a TIW valve with drill pipe threads.

8. TESTING, LOGGING AND CORING PROGRAMS:

The logging program will consist of a Dual Induction, Gamma Ray and Caliper log from TD to base of surface casing @ 350' +/-, and a Compensated Neutron-Formation Density Log from TD to 3500' +-. A cement bond log will be run from PBTD to cement top. No drill stem testing or coring is planned for this well.

9. <u>ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE</u>:

No abnormal temperatures or pressures are anticipated. No hydrogen sulfide has been encountered or is known to exist from previous drilling in the area at this depth. Maximum anticipated

'APIWellNo:43013502650000'

Ten Point Well Program & Thirteen Point Well Program Page 4 of 9

bottomhole pressure will approximately equal total depth in feet multiplied by a 0.433 psi/foot gradient.

10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

It is anticipated that the drilling operations will commence the second quarter of 2010, and take approximately seven (7) days from spud to rig release.

2-M SYSTEMBlowout Prevention Equipment Systems

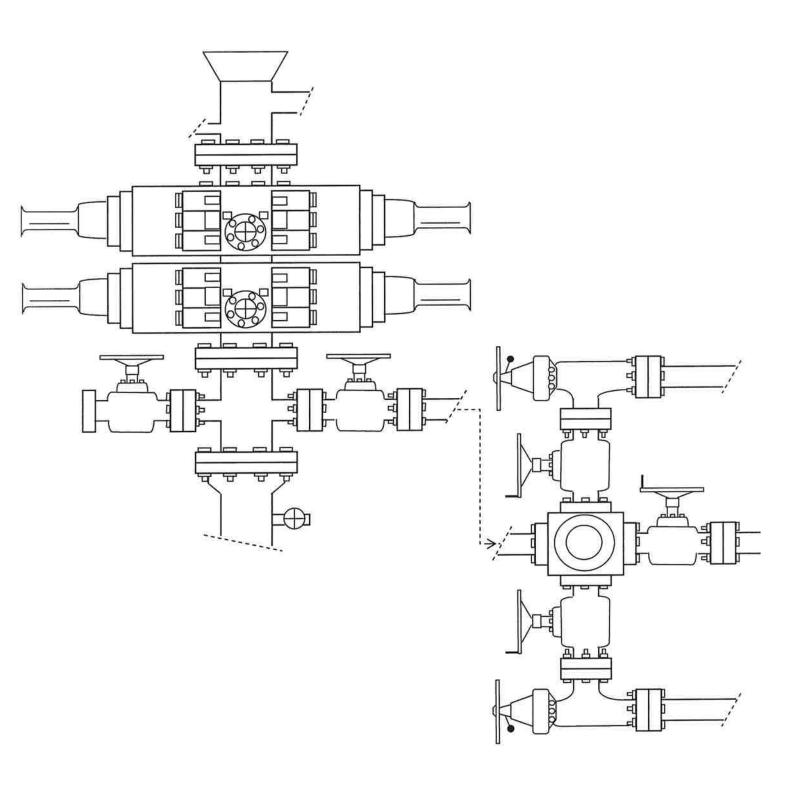
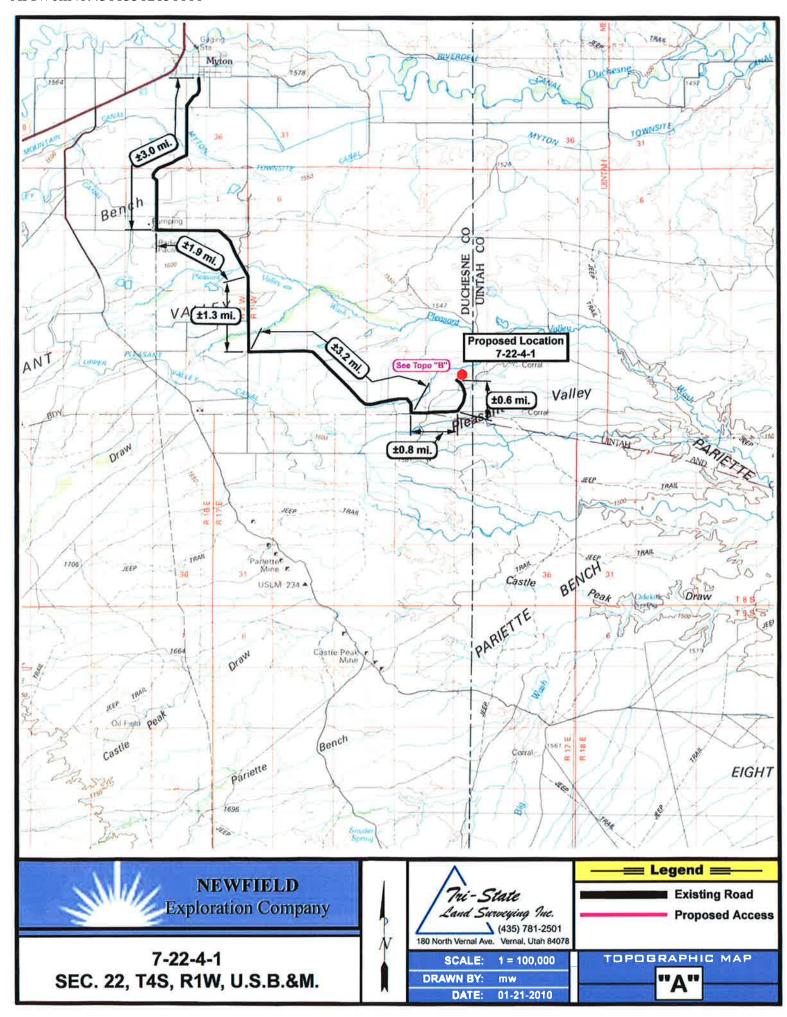
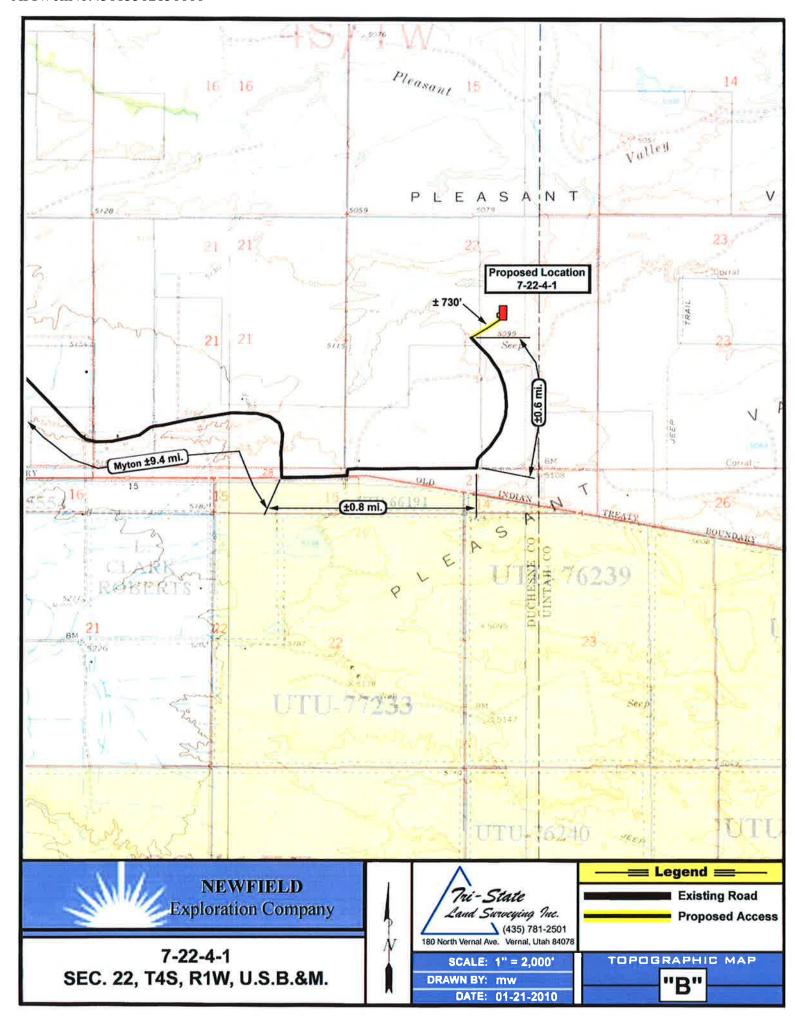
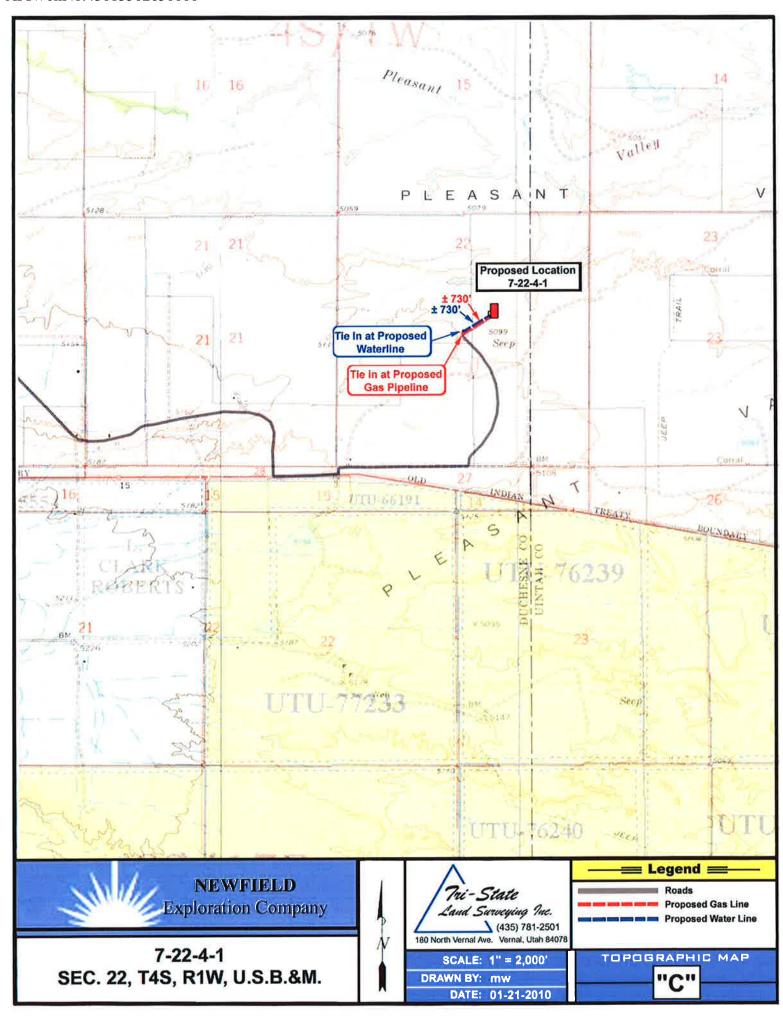
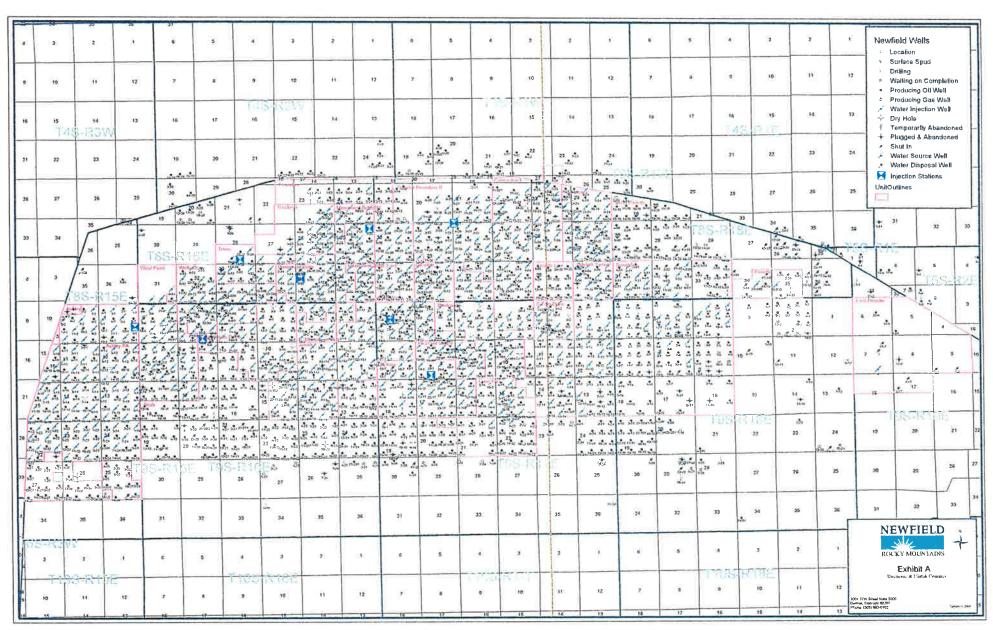


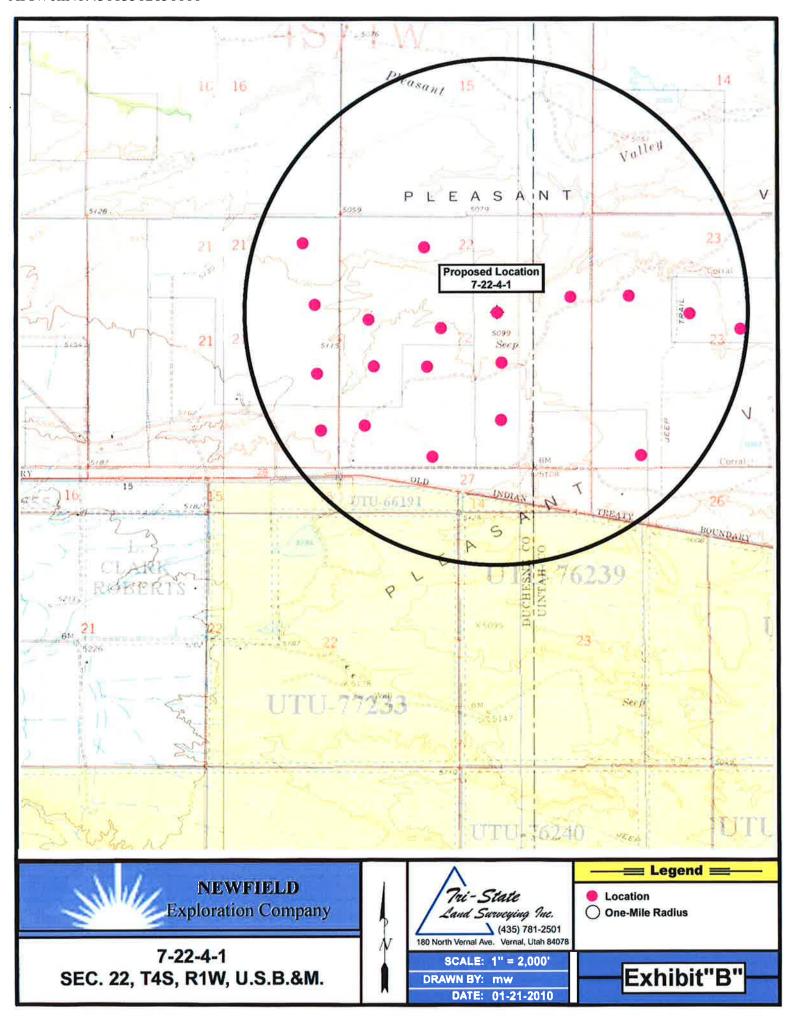
EXHIBIT C

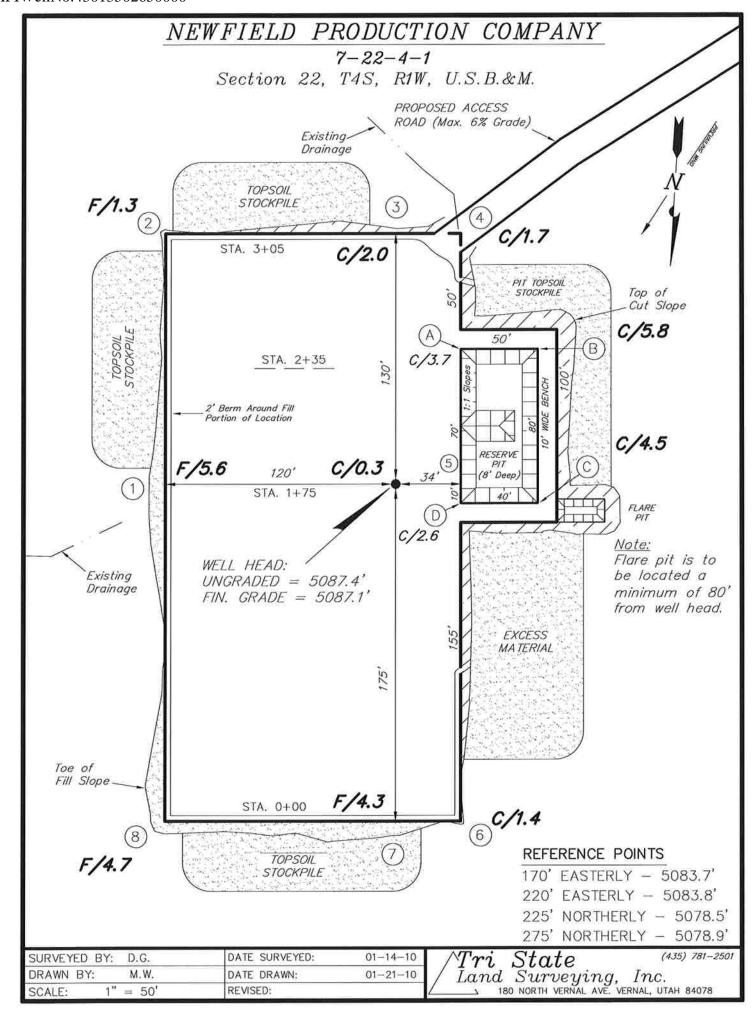


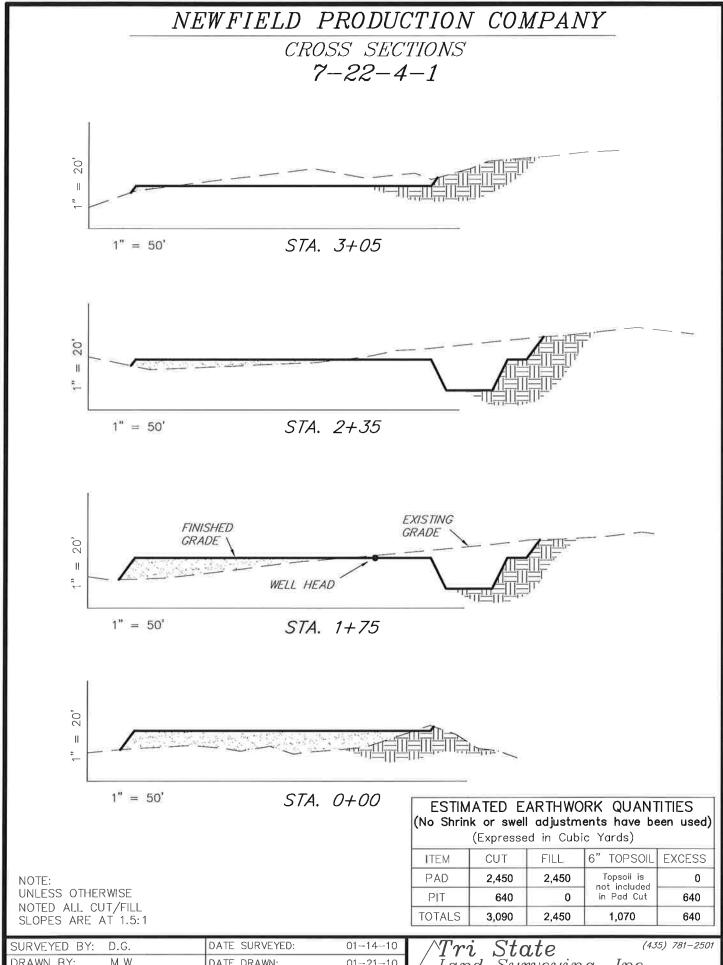




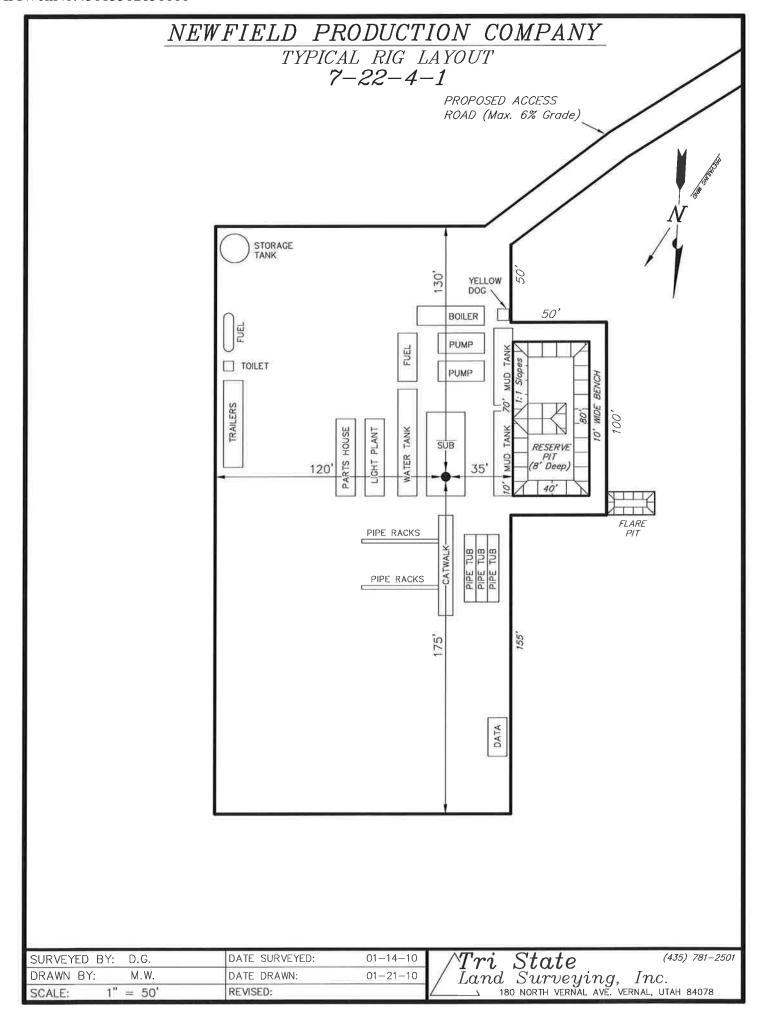


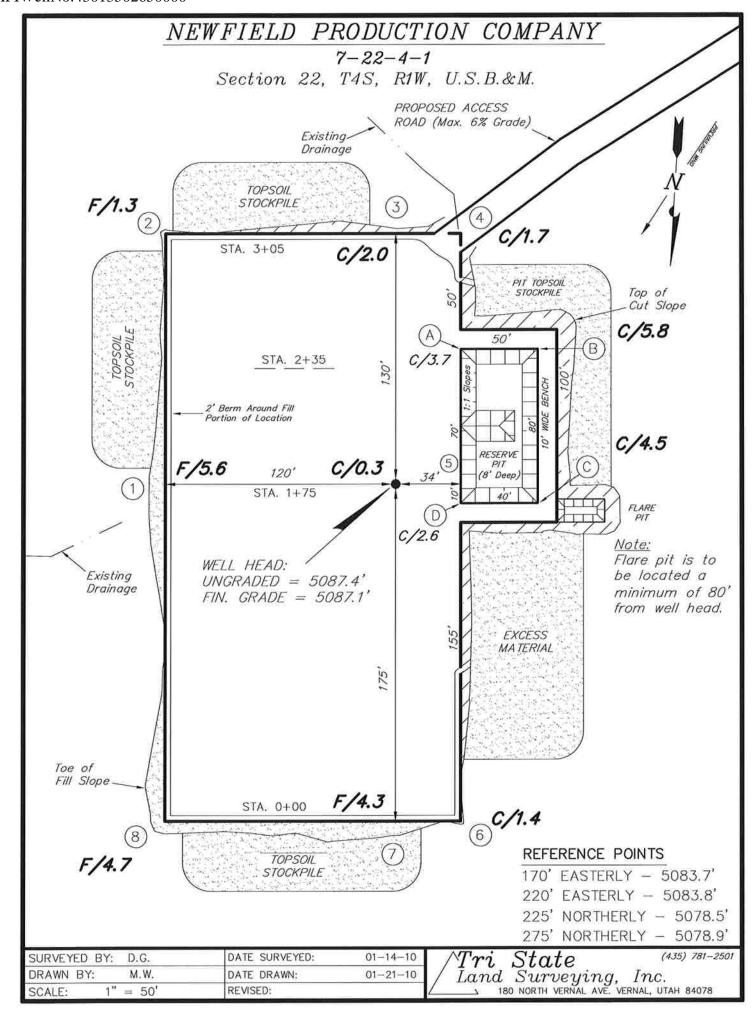


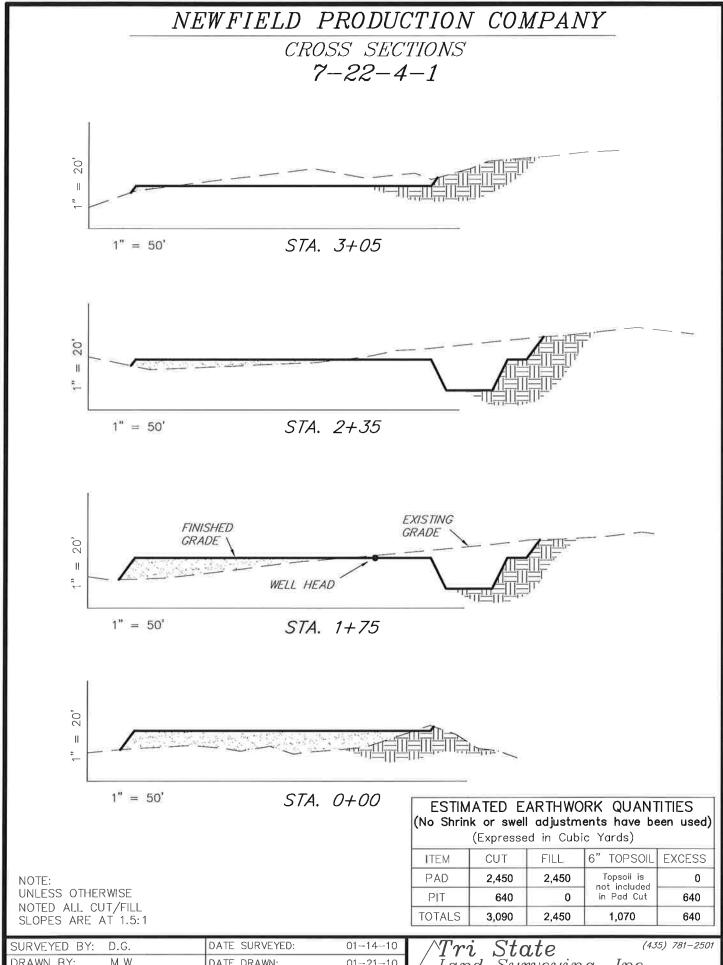




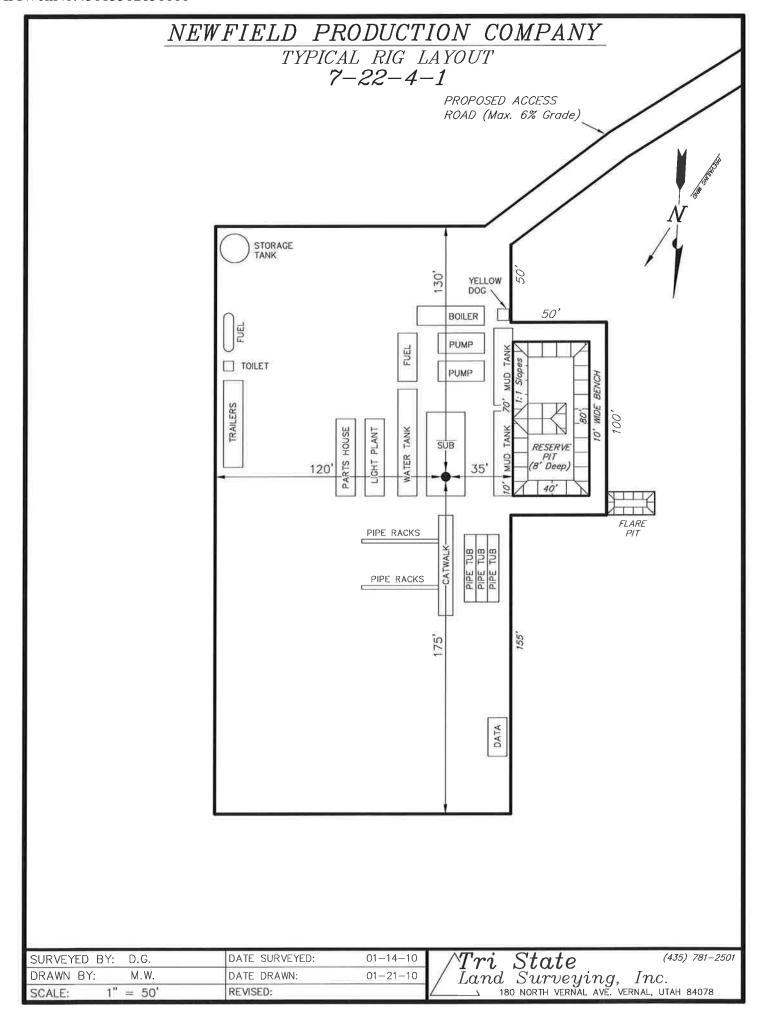
 $Tri~State \ Land~Surveying,~Inc. \ _ 180~NORTH~VERNAL AVE. VERNAL, UTAH 84078$ DRAWN BY: M.W. DATE DRAWN: 01-21-10 1" = 50' REVISED: SCALE:







 $Tri~State \ Land~Surveying,~Inc. \ _ 180~NORTH~VERNAL AVE. VERNAL, UTAH 84078$ DRAWN BY: M.W. DATE DRAWN: 01-21-10 1" = 50' REVISED: SCALE:



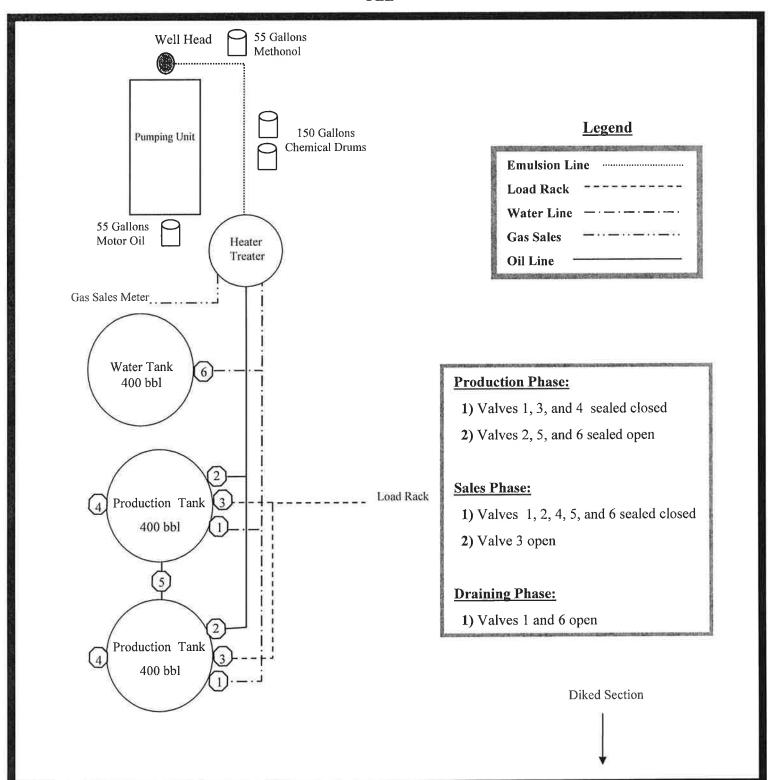
Newfield Production Company Proposed Site Facility Diagram

Hancock 7-22-4-1

SW/NE Sec. 22, T4S, R1W

Duchesne County, Utah

FEE



'APIWellNo:43013502650000'

EXHIBIT D

Township 4 South, Range 1 West Section 22: SWNE (7-22-4-1)

Duchesne County, Utah

ARCHAEOLOGICAL & PALEOTOLOGICAL REPORT WAIVER

For the above referenced location only; Henderson Ranches, LLC, the private surface owner. (Having a Surface Owner Agreement with Newfield Production Company)

Wayne Henderson, representing this entity does agree to waive the request from the State of Utah and Bureau of Land Management for an Archaeological/Cultural and Paleotological Resource Survey for any wells covered by the Surface Use Agreement dated 1/28/2010 between the above said private land owner and Newfield Production. This waiver hereby releases Newfield Production Company from this request.

Henderson Date

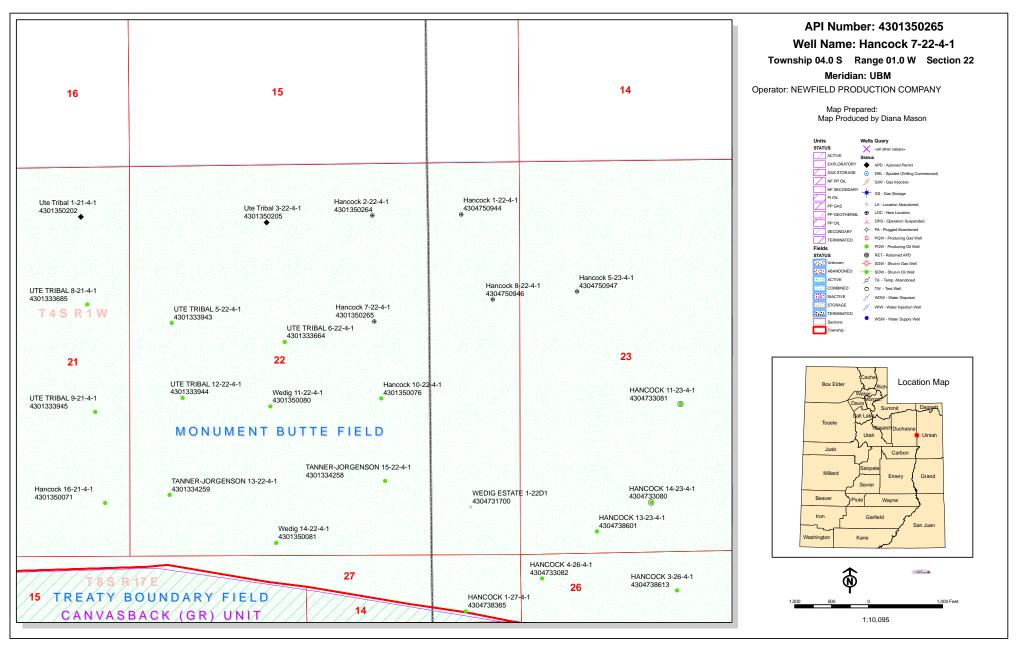
Date

Media 2-4-10

Brad Mecham Date

Private Surface Owner

Newfield Production Company



BOPE REVIEW NEWFIELD PRODUCTION COMPANY Hancock 7-22-4-1 43013502650000

Well Name	NEWFIELD PRODUCTION COMPANY Hancock 7-22-4-1 4301350265000				
String	Surf	Prod			
Casing Size(")	8.625	5.500			
Setting Depth (TVD)	350	6860			
Previous Shoe Setting Depth (TVD)	0	350			
Max Mud Weight (ppg)	8.3	8.3			
BOPE Proposed (psi)	500	2000			
Casing Internal Yield (psi)	2950	4810			
Operators Max Anticipated Pressure (psi)	2970	8.3			

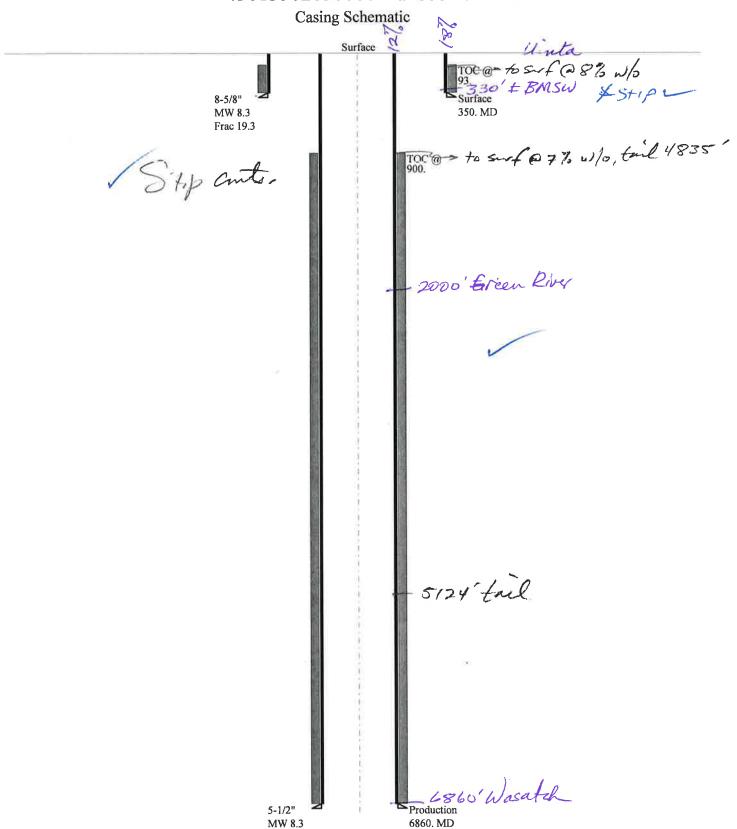
Calculations	Surf String	8.625	**	
Max BHP (psi)	.052*Setting Depth*MW=	151		
			ВОРЕ	Adequate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max BHP-(0.12*Setting Depth)=	109	YES	air drill
MASP (Gas/Mud) (psi)	Max BHP-(0.22*Setting Depth)=	74	YES	ОК
			*Can l	Full Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting Depth - Previous Shoe Depth)=	74	NO	ОК
Required Casing/BOPE Test Pressure=		350	psi	
*Max Pressure Allowed @ Previous Casing Shoe=			psi *	Assumes 1psi/ft frac gradient

Calculations	Prod String	5.500	"
Max BPH (psi)	.052*Setting Depth*MW=	2961	
			BOPE Adequate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max BHP-(0.12*Setting Depth)=	2138	NO
MASP (Gas/Mud) (psi)	Max BHP-(0.22*Setting Depth)=	1452	YES OK
			*Can Full Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting Depth - Previous Shoe Depth)=	1529	NO Reasonable for area
Required Casing/BOPE Test Pressure=		2000	psi
*Max Pressure Allowed @ Previous Casing Shoe=			psi *Assumes 1psi/ft frac gradient

Calculations	String		"
Max BHP (psi)	.052*Setting Depth*MW=		
			BOPE Adequate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max BHP-(0.12*Setting Depth)=		NO
MASP (Gas/Mud) (psi)	Max BHP-(0.22*Setting Depth)=		NO
			*Can Full Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting Depth - Previous Shoe Depth)=		NO
Required Casing/BOPE Test Pressure=			psi
*Max Pressure Allowed @ Previous Casing Shoe=			psi *Assumes 1psi/ft frac gradient

Calculations	String		"
Max BHP (psi)	.052*Setting Depth*MW=		
			BOPE Adequate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max BHP-(0.12*Setting Depth)=		NO
MASP (Gas/Mud) (psi)	Max BHP-(0.22*Setting Depth)=		NO
			*Can Full Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting Depth - Previous Shoe Depth)=		NO
Required Casing/BOPE Test Pressure=			psi
*Max Pressure Allowed @ Previous Casing Shoe=			psi *Assumes 1psi/ft frac gradient

43013502650000 Hancock 7-22-4-1



43013502650000 Hancock 7-22-4-1 Well name:

NEWFIELD PRODUCTION COMPANY Operator:

Surface Project ID: String type:

Location: **DUCHESNE** COUNTY 43-013-50265

Design parameters: Collapse

8.330 ppg Mud weight: Design is based on evacuated pipe.

Design factor 1.125

Minimum design factors:

Collapse:

1.00

79 °F 1.40 °F/100ft Temperature gradient:

Design factor

<u>Burst</u>

Max anticipated surface

pressure: 308 psi 0.120 psi/ft Internal gradient: Calculated BHP 350 psi

No backup mud specified.

Tension:

Burst:

1.80 (J) 8 Round STC: 1.70 (J) 8 Round LTC: Buttress: 1.60 (J)

Premium: 1.50 (J) 1.50 (B) Body yield:

Tension is based on air weight. Neutral point: 306 ft **Environment:**

Cement top:

H2S considered? No 74 °F Surface temperature: Bottom hole temperature:

Minimum section length: 100 ft

93 ft

Non-directional string.

Re subsequent strings:

Next setting depth: 6,860 ft 8.400 ppg Next mud weight: Next setting BHP: 2,993 psi Fracture mud wt: 19.250 ppg 350 ft Fracture depth: 350 psi Injection pressure:

Run Seq	Segment Length (ft) 350	Size (in) 8.625	Nominal Weight (Ibs/ft) 24.00	Grade J-55	End Finish ST&C	True Vert Depth (ft) 350	Measured Depth (ft) 350	Drift Diameter (in) 7.972	Est. Cost (\$) 1802
Run Seq	Collapse Load (psi) 151	Collapse Strength (psi) 1370	Collapse Design Factor 9.046	Burst Load (psi) 350	Burst Strength (psi) 2950	Burst Design Factor 8.43	Tension Load (kips) 8.4	Tension Strength (kips) 244	Tension Design Factor 29.05 J

Prepared

Helen Sadik-Macdonald Div of Oil, Gas & Mining

Phone: 801 538-5357 FAX: 801-359-3940

Date: March 17,2010 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 350 ft, a mud weight of 8.33 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Well name: 43013502650000 Hancock 7-22-4-1

Operator: NEWFIELD PRODUCTION COMPANY

String type: Production Project ID: 43-013-50265

Location: DUCHESNE COUNTY

Design parameters:

Collapse
Mud weight: 8.330 ppg
Design is based on evacuated pipe.

Minimum design factors: Environment:

<u>Collapse:</u>

Design factor 1.125

H2S cons

H2S considered? No
Surface temperature: 74 °F
Bottom hole temperature: 170 °F
Temperature gradient: 1.40 °F/100ft

Minimum section length: 100 ft

Burst:

1.00

Cement top:

900 ft

<u>Burst</u>

Max anticipated surface

pressure: 1,459 psi Internal gradient: 0.220 psi/ft Calculated BHP 2,969 psi

No backup mud specified.

Tension:

Design factor

8 Round STC: 1.80 (J)
8 Round LTC: 1.80 (J)
8 Round LTC: 1.80 (J)
Buttress: 1.60 (J)
Premium: 1.50 (J)
Body yield: 1.60 (B)

Tension is based on air weight.

Neutral point: 5,995 ft

Non-directional string.

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Est. Cost (\$)
1	6860	5.5	15.50	J-55	LT&C	6860	6860	4.825	24223
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (kips)	Tension Strength (kips)	Tension Design Factor
1	2969	4040	1.361	2969	4810	1.62	106.3	217	2.04 J

Prepared I

Helen Sadik-Macdonald Div of Oil, Gas & Mining Phone: 801 538-5357 FAX: 801-359-3940 Date: March 17,2010 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 6860 ft, a mud weight of 8.33 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

ON-SITE PREDRILL EVALUATION

Utah Division of Oil, Gas and Mining

Operator NEWFIELD PRODUCTION COMPANY

Well Name Hancock 7-22-4-1

API Number 43013502650000 APD No 2395 Field/Unit MONUMENT BUTTE

Location: 1/4,1/4 SWNE Sec 22 Tw 4.0S Rng 1.0W 2123 FNL 1981 FEL

GPS Coord (UTM) 586965 4441599 Surface Owner Henderson Ranches LLC

Participants

Floyd Bartlett (DOGM), Tim Eaton and Cheyenne Bateman (Newfield), Cory Miller (Tri-State Land Surveying).

Regional/Local Setting & Topography

586965The proposed location is approximately 10.8 road miles southeast of Myton, UT in Pleasant Valley, which drains into Pleasant Valley Wash. This wash drains into the Pariette Draw drainage of Duchesne County. Both of these draws contain perennial streams somewhat consisting of irrigation runoff and seepage. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 10 miles downstream from the location. The broad flats of Pleasant Valley that are frequently used for agriculture characterize the area. Flats are intersected by drainages with gentle to moderate side slopes. Access to the site is by State, County and existing or planned oil field development roads. Approximately 730 feet of new construction across Henderson's private land will be required to reach the location.

The specific site for the proposed Hancock 7-22-4-1 oil well is on non irrigated lands in Pleasant Valley. It is approximately 1/8 mile to the north of the nearest croplands. Topography is broken or dissected. Beyond corners 2 and 3 it breaks off into a small drainage that joins a larger draw which flows to the northeast. To the west of the reserve pit the terrain slopes into a significant drainage which contains riparian type vegetation. This drainage continues to the north joining a wash with willows. Corners 7 and 8 are in broken terrain which will be covered with fill. No diversions are needed around the location following construction. The location is within the normal drilling window. The site should be suitable and stable for construction of the pad, drilling and operating the proposed well.

Henderson Ranches owns the surface of the location.

Surface Use Plan

Current Surface Use

Recreational Wildlfe Habitat

New Road Miles Well Pad Src Const Material Surface Formation

0.01 Width 204 Length 305 Onsite UNTA

Ancillary Facilities N

Waste Management Plan Adequate?

Environmental Parameters

Affected Floodplains and/or Wetlands N

Flora / Fauna

3/18/2010 Page 1

Approximately 6 inches of snow covered the site. Identified vegetation included poverty weed, shadscale, Greasewood, globemallow, Russian thistle, sitanion hystrix, Indian ricegrass rabbit brush, aster, curly mesquite grass and weedy annuals.

Cattle, deer, small mammals and birds.

Soil Type and Characteristics

Deep sandy clay loam.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diverson Required? N

Berm Required? Y

Erosion Sedimentation Control Required? N

Paleo Survey Run? N Paleo Potental Observed? N Cultural Survey Run? N Cultural Resources?

Reserve Pit

Site-Specific Factors	Site R	anking	
Distance to Groundwater (feet)	25 to 75	15	
Distance to Surface Water (feet)	300 to 1000	2	
Dist. Nearest Municipal Well (ft)	>5280	0	
Distance to Other Wells (feet)	300 to 1320	10	
Native Soil Type	Mod permeability	10	
Fluid Type	Fresh Water	5	
Drill Cuttings	Normal Rock	0	
Annual Precipitation (inches)		0	
Affected Populations			
Presence Nearby Utility Conduits	Not Present	0	
	Final Score	42	1 Sensitivity Level

Characteristics / Requirements

The reserve pit will be 40' x 80' x 8' deep located in an area of cut on the southwest side of the location. A pit liner is required. Newfield commonly uses a 16-mil liner.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 16 Pit Underlayment Required? Y

Other Observations / Comments

Evaluator	Date / Time
Floyd Bartlett	3/9/2010

3/18/2010 Page 2

3/18/2010

Application for Permit to Drill Statement of Basis

Utah Division of Oil, Gas and Mining

Page 1

APD No	API WellNo	Status	Well Type	Surf Owner	CBM
2395	43013502650000	LOCKED	OW	P	No
Operator	NEWFIELD PRODUCTION	COMPANY	Surface Owner-APD	Henderson Ran	ches LLC
Well Name	Hancock 7-22-4-1		Unit		
Field	MONUMENT BUTTE		Type of Work	DRILL	

SWNE 22 4S 1W U 2123 FNL 1981 FEL GPS Coord (UTM) 586959E 4441578N Location

Geologic Statement of Basis

Newfield proposes to set 350' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 330'. A search of Division of Water Rights records shows 5 water wells within a 10,000 foot radius of the center of Section 22. All wells are privately owned. Depth is not listed for any of the wells. Water use is listed as irrigation, stock watering, and domestic use. The surface formation at this site is the Uinta Formation. The Uinta Formation is made up of interbedded shales and sandstones. The sandstones are mostly lenticular and discontinuous and should not be a significant source of useable ground water. The proposed casing and cement should adequately protect usable ground water in the area.

> **Brad Hill** 3/15/2010 Date / Time **APD Evaluator**

Surface Statement of Basis

The proposed location is approximately 10.8 road miles southeast of Myton, UT in Pleasant Valley, which drains into Pleasant Valley Wash. This wash drains into the Pariette Draw drainage of Duchesne County. Both of these draws contain perennial streams somewhat consisting of irrigation runoff and seepage. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 10 miles downstream from the location. The broad flats of Pleasant Valley that are frequently used for agriculture characterize the area. Flats are intersected by drainages with gentle to moderate side slopes. Access to the site is by State, County and existing or planned oil field development roads. Approximately 730 feet of new construction across Henderson's private land will be required to reach the location.

The specific site for the proposed Hancock 7-22-4-1 oil well is on non irrigated lands in Pleasant Valley. It is approximately 1/8 mile to the north of the nearest croplands. Topography is broken or dissected. Beyond corners 2 and 3 it breaks off into a small drainage that joins a larger draw which flows to the northeast. To the west of the reserve pit the terrain slopes into a significant drainage which contains riparian type vegetation. This drainage continues to the north joining a wash with willows. Corners 7 and 8 are in broken terrain which will be covered with fill. No diversions are needed around the location following construction. The location is within the normal drilling window. The site should be suitable and stable for construction of the pad, drilling and operating the proposed well.

Henderson Ranches owns the surface of the location. A surface use agreement has been signed and a cultural resource survey waived. Wayne and Tommy Henderson were met in the morning prior to the pre-site. They said they would only attend the evaluations for the few wells they had concerns with. They had no concerns regarding this location. The minerals are FEE owned by another party and under lease to Newfield Production Company.

> Floyd Bartlett **Onsite Evaluator**

3/9/2010 Date / Time

Application for Permit to Drill Statement of Basis

3/18/2010 Utah Division of Oil, Gas and Mining Page 2

Category	Condition
Pits	A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be properly installed and maintained in the reserve pit.
Surface	The well site shall be bermed to prevent fluids from leaving the pad.
Surface	The reserve pit shall be fenced upon completion of drilling operations.

WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED:	2/16/2010		API NO. ASSIGNED:	43013502650000
WELL NAME:	Hancock 7-22-4-1			
OPERATOR:	NEWFIELD PRODUCTION COMPA	ANY (N2695)	PHONE NUMBER:	435 646-4825
CONTACT:	Mandie Crozier			
PROPOSED LOCATION:	SWNE 22 040S 010W		Permit Tech Review:	
SURFACE:	2123 FNL 1981 FEL		Engineering Review:	
воттом:	2123 FNL 1981 FEL		Geology Review:	
COUNTY:	DUCHESNE			
LATITUDE:	40.12192		LONGITUDE:	-109.97948
UTM SURF EASTINGS:	586959.00		NORTHINGS:	4441578.00
FIELD NAME:	MONUMENT BUTTE			
LEASE TYPE:	4 - Fee			
LEASE NUMBER:	Fee PROPOSED PROD	UCING FORMATION	(S): GREEN RIVER	
SURFACE OWNER:	4 - Fee		COALBED METHANE:	NO
RECEIVED AND/OR REVIEW	VED:	LOCATION AND SIT	ΓING:	
 PLAT		R649-2-3.		
▶ Bond: STATE/FEE - B00	1834	Unit:		
Potash		R649-3-2. Gen	eral	
Oil Shale 190-5				
Oil Shale 190-3		R649-3-3. Exc	eption	
Oil Shale 190-13		✓ Drilling Unit		
Water Permit: 43-7478		Board Cause	No: R649-3-2	
RDCC Review:		Effective Dat	e:	
▶ Fee Surface Agreemen	it	Siting:		
Intent to Commingle		R649-3-11. Di	rectional Drill	
Commingling Approved				
Comments: Presite Con	mpleted			
• 23 - Spac	ment of Basis - bhill ing - dmason ace Casing - ddoucet			

API Well No: 43013502650000



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Permit To Drill

Well Name: Hancock 7-22-4-1 **API Well Number:** 43013502650000

Lease Number: Fee

Surface Owner: FEE (PRIVATE) **Approval Date:** 3/18/2010

Issued to:

NEWFIELD PRODUCTION COMPANY, Rt 3 Box 3630, Myton, UT 84052

Authority:

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of R649-3-2. The expected producing formation or pool is the GREEN RIVER Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

Conditions of Approval:

This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

Surface casing shall be cemented to the surface.

Additional Approvals:

The operator is required to obtain approval from the Division of Oil, Gas and mining before performing any of the following actions during the drilling of this well:

- Any changes to the approved drilling plan contact Dustin Doucet
- Significant plug back of the well contact Dustin Doucet
- Plug and abandonment of the well contact Dustin Doucet

Notification Requirements:

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- Within 24 hours following the spudding of the well contact Carol Daniels OR
- submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at https://oilgas.ogm.utah.gov
- 24 hours prior to testing blowout prevention equipment contact Dan Jarvis
- 24 hours prior to cementing or testing casing contact Dan Jarvis
- Within 24 hours of making any emergency changes to the approved drilling program contact Dustin Doucet
- 24 hours prior to commencing operations to plug and abandon the well contact Dan Jarvis

Contact Information:

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voicemail message if the person is not available to take the call):

- Carol Daniels 801-538-5284 office
- Dustin Doucet 801-538-5281 office

801-733-0983 - after office hours

• Dan Jarvis 801-538-5338 - office

801-231-8956 - after office hours

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) due within 5 days of spudding the well
- Monthly Status Report (Form 9) due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) due prior to implementation
- Written Notice of Emergency Changes (Form 9) due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) due prior to implementation
- Report of Water Encountered (Form 7) due within 30 days after completion
- Well Completion Report (Form 8) due within 30 days after completion or plugging

Approved By:

For Gil Hunt Associate Director, Oil & Gas

	STATE OF UTAH		FORM 9			
	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MININ	IG	5.LEASE DESIGNATION AND SERIAL NUMBER: Fee			
	N WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:				
Do not use this form for propo bottom-hole depth, reenter plu DRILL form for such proposals		7.UNIT or CA AGREEMENT NAME:				
1. TYPE OF WELL Oil Well		8. WELL NAME and NUMBER: Hancock 7-22-4-1				
2. NAME OF OPERATOR: NEWFIELD PRODUCTION COM	IPANY		9. API NUMBER: 43013502650000			
3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, 84	435 646-4825 Ext	PHONE NUMBER:	9. FIELD and POOL or WILDCAT: MONUMENT BUTTE			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2123 FNL 1981 FEL			COUNTY: DUCHESNE			
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWNE Section: 22	Township: 04.0S Range: 01.0W Meridian: U		STATE: UTAH			
11.	CK APPROPRIATE BOXES TO INDICATE I	NATURE OF NOTICE, REPORT,	OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
	☐ ACIDIZE ☐	ALTER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start: 4/26/2010	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME			
1,20,2010	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
SUBSEQUENT REPORT Date of Work Completion:	L DEEPEN L	FRACTURE TREAT	☐ NEW CONSTRUCTION			
	☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐	PLUG AND ABANDON	L PLUG BACK			
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE SIDETRACK TO REPAIR WELL	☐ RECOMPLETE DIFFERENT FORMATION ☐ TEMPORARY ABANDON			
Date of Spud:	☐ TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL			
DRILLING REPORT	□ WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION			
Report Date:		OTHER	OTHER: APD CHANGE			
			'			
Newfield requests to from 6860' to 711 originally permitted rathole in order to cement. T	DIPLOTE NUMBER	the Hancock 7-22-4-1 be 250' deeper than e enough space for the thout having to drill out nain the same. D	Approved by the Utah Division of Oil, Gas and Mining ate: May 05, 2010 y:			
NAME (PLEASE PRINT) Mandie Crozier	PHONE NUMBER 435 646-4825	TITLE Regulatory Tech				
SIGNATURE N/A		DATE 4/26/2010				

Spud

BLM - Vernal Field Office - Notification Form

Operator Newfield Exploration

Rig Name/# Ross #29

Submitted By Mitch Benson

Phone Number (435) 823-5885

Name/Numer <u>HANCOCK 7-22-4-1</u>

Qtr/Qrt SW/NE Section 22 Township 4S Range 1W

Lease Serial Number Fee

API Number <u>43-013-50265</u>

Spud Notice - Spud is the initial spudding of the well, not drilling out below a casing string.

Date/Time 6/17/2010 9:00:00 AM

Casing – Please report time casing run starts, not cementing times.

X Surface Casing

Intermediate

Production Casing

Liner

Other

Date/Time 6/17/2010 4:00:00 PM

Remarks:

क्षा १ - १ वर्ष स्थितक के का अल्पाल संस्थित के सं**चल**िक्षा

OPERATOR: NEWFIELD PRODUCTION COMPANY
ADDRESS: RT. 3 BOX 3630

OPERATOR ACCT. NO.

N2695

MYTON, UT 84052

ACTION	CURRENT	AICTA/	ADI MI (44000		V	-					
ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	QQ			LOCATION		SPUD	EFFECTIVE
				GREATER MONUMENT		SC.	ŢΡ	RG	COUNTY	DATE	DATE
В	99999	17400	4301350211	BUTTE T-36-8-16	SESE	20	00	405	DI 101	* * * * * * * * * * * * * * * * * * *	HINII.
WELL 1 CO	OMMENTS:				JESE	36	88	16E	DUCHESNE	6/17/2010	7/26/10
	•										,
1	GRRV			BHL= SEA	IF						the contribution of the co
ACTION	CURRENT	NEW	API NUMBER	T	Y		<u> </u>				
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		1.	•				 '-	NG	COUNTY	DATE	DATE
A	99999	17687	4301350265	HANCOCK 7-22-4-1	SWNE	22	10	410/	DUGUEONE	A (A M M A M A M A M A M A M A M A M A M A M A M A M M A M M A M M M M M M M M M M	1 11/2/1
	<i>a</i> :				TAME	1 44	140	1W	DUCHESNE	6/17/2010	1/30/10
	GRRN										, , , , , , , , , , , , , , , , , , , ,
	UMOV										e-strategrammanianteriories
ACTION CODE	CURRENT	NEW I	API NUMBER								- -
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							"	1	OSORI I	DATE	
Α	99999	17688	4301350264	HANCOCK 2-22-4-1	NWNE	22	48	41##	DUGUESTE	A14165	7/2/1
				, «10001(E-EE-4-1	IAAAIAC		45	1W	DUCHESNE	6/4/2010	1/20/10
•	GRRV										/
1	UKKV										No. of the last of
ACTION	CURRENT	NEW	ADIAHUMA								
CODE	ENTITY NO.	ENTITY NO.	API NUMBER	WELL NAME	WELL LOCATION QQ SC TP RG COUNTY					SPUD	EFFECTIVE
		1		MONUMENT BUTTE EAST			 ``	100	COUNTY	DATE	DATE
В	99999	17400	4301350105	STATE A-36-8-16	NENE	36	88	16E	DUCHESNE	6/6/2010	7/26/10
	0001	<u></u>				00	100	IOE	DOCUESNE	0/0/2010	7/26/10
	GRRV			BHL= NEN	IE.						·
ACTION	CURRENT	NEW	API NUMBER	WELL NAME			WEII:	LOCATION			
CODE	ENTITY NO.	ENTITY NO.			QQ	sc	TP	RG	COUNTY	SPUD DATE	EFFECTIVE DATE
				MONUMENT BUTTE EAST						err Tt be	T PAIE
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WELL 5 C	OMMENTS:		.501000100	JIAIL 0-00-0-10	TAAAIAE	30	88	16E	DUCHESNE	6/11/2010	7/26/10
	Δ "			· .						un	,
l	GRIEV			BAL= NL	UNE					-	
ACTION	CURRENT	NEW	API NUMBER					· · · · · · · · · · · · · · · · · · ·			
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		1/400	4301350107	STATE B-36-8-16	NWNE	36	88	16E	DUCHESNE	6/12/2010	7/26/10
WELL 5 Ct	OMMENTS:										·
	(incled)			BHL=NE	NE				JAN.	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
ACTION O	3056 (See Justination			D. Mr = NE	ML						
ACTION C	ODES (See instructions on bac	ck of form)									

A - 1 new entity for new well (single well only)

B - 'well to existing entity (group or unit well)

C - from one existing entity to another existing entity

D - well from one existing entity to a new entity

E - ther (explain in comments section)

RECEIVED

JUN 1 7 2010

Signature Production Clerk

Jentri Park

06/17/10 Date

NOTE: Use COMMENT section to explain why each Action Code was selected.

DIV. OF OIL, GAS & MINING

STATE OF UTAH

		5. LEASE DESIGNATION AND SERIAL NUMBER: FEE							
SUNDRY		FINDIAN, ALLOTTEE OR TRIBE NAME:							
Do not use this form for proposals to dri wells, or to drill horizonta	7. U	NIT or CA AGREEMENT NAME:							
I. TYPE OF WELL: OIL WELL		ELL NAME and NUMBER:							
* . *		NCOCK 7-22-4-1							
2. NAME OF OPERATOR:	(DANIX				PI NUMBER: 01350265				
3. ADDRESS OF OPERATOR:									
Route 3 Box 3630	CITY Myton STATE UT	ZIP 84052	435.646.3721	- 1	FIELD AND POOL, OR WILDCAT: TON/TRIBAL EDA				
4. LOCATION OF WELL:									
FOOTAGES AT SURFACE:				COL	JNTY: DUCHESNE				
OTR/OTR. SECTION. TOWNSHIP. RANGE.	MERIDIAN: SWNE, 22, T4S, R1W			STA	TE: UT				
CHECK APPROP	PRIATE BOXES TO INDICATI	E NATURE (OF NOTICE, REP	ORT,	OR OTHER DATA				
TYPE OF SUBMISSION		TY	PE OF ACTION						
	ACIDIZE	DEEPEN			REPERFORATE CURRENT FORMATION				
NOTICE OF INTENT (Submit in Duplicate)	ALTER CASING	FRACTURE	TREAT	$\overline{}$	SIDETRACK TO REPAIR WELL				
Approximate date work will	CASING REPAIR	NEW CONST	RUCTION		TEMPORARITLY ABANDON				
Approximate date work will	CHANGE TO PREVIOUS PLANS	CHANGE		TUBING REPAIR					
	CHANGE TUBING		<u> </u>						
	IE	PLUG AND		<u> </u>	VENT OR FLAIR				
SUBSEOUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	☐ PLUG BACK		<u> </u>	WATER DISPOSAL				
Date of Work Completion:	CHANGE WELL STATUS	PRODUCTIO	ON (START/STOP)	L	WATER SHUT-OFF				
*	COMMINGLE PRODUCING FORMATIONS	RECLAMAT	TION OF WELL SITE	X	OTHER: - Spud Notice				
06/24/2010	CONVERT WELL TYPE	RECOMPLE	TE - DIFFERENT FORMATION						
	29. Spud well @ 3:00 PM. Drill 395' onent with 200 sks of class "G" w/ 2% pit. WOC.								
NAME (PLEASE PRINT), Ryan Crum			TITLE Drilling Foreman						

(This space for State use only)

RECEIVED
JUL 0 6 2010

NEWFIELD PRODUCTION COMPANY - CASING & CEMENT REPORT

			8 5/8"	CASING SET AT	-	396.37	-			
LAST CASING			14				Newfield K 7-22-4-1	Exploration	Company	
DATUM TO CUT			12	-			Mon. Butt			
DATUM TO BRA				-		-		Ross Rig #2	να	
TD DRILLER			ER		CONTINAC	TON & NIC		NOSS NIG #2	.3	
HOLE SIZE				-						
LOG OF CASING	STRING:									
PIECES	OD	ITEM - M	AKE - DES	CRIPTION	WT/FT	GRD	THREAD	CONDT	LENGTH	
1	8 5/8"	Well Head						Α	0.95	
9	8 5/8"	Casing (S	noe 41.30)		24#	J-55	STC	A	384.52	
1		Guide Sho	е					Α	0.9	
· · · · · · · · · · · · · · · · · · ·										
		· · · · · · · · · · · · · · · · · · ·								
CASING INVENT	ORY BAL.		FEET	JTS	TOTAL LEI		386.37			
TOTAL LENGTH		3	386.37	.9	LESS CUT OFF PIECE					
LESS NON CSG			1.85		PLUS DATUM TO T/CUT OFF CSG					
PLUS FULL JTS	. LEFT OUT		0		CASING S	ET DEPTH			396.37	
	TOTAL		384.52	9	۱ ا					
TOTAL CSG. DE	L. (W/O TH	RDS)	384.52	9	∫ СОМРА	RE				
Т	IMING									
BEGIN RUN CSC	Э.	Spud	3:00 PM	6/17/2010	GOOD CIR	C THRU J	OB	Yes		
CSG. IN HOLE			11:00 AM	6/18/2010	Bbls CMT (CIRC TO S	URFACE	4		
BEGIN CIRC			11:58 AM	6/22/2010	RECIPRO	CATED PIP	<u> No</u>			
BEGIN PUMP C	MT		12:08 PM	6/22/2010						

12:20 PM

12:30 PM

6/22/2010

6/22/2010

BEGIN DSPL. CMT

PLUG DOWN

BUMPED PLUG TO ______130

CEMENT USED)	CEN	MENT COMPANY-	BJ Services						
STAGE	# SX	CEN	MENT TYPE & ADDITIV	ES						
1	200	Class "G"+2%CaCl+.25#/SKCelloflake Mixed @ 15.8ppg W/1.17 yield								
		Returned 4bbls Cement to Pit								
				· · · · · · · · · · · · · · · · · · ·						
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CENTRALIZER	9 CODATO	LIED DI ACEMENT		CLIONALMANCE & CDACIN	10					
		HER PLACEMENT	throp	SHOW MAKE & SPACIN	NG					
ivildate of first,	top of seco	ond and third for a total of	unee							
COMPANY REF	PRESENTA	⊓VE Ryan Crum		DATE	6/23/2010					

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES 5. LEASE DESIGNATION AND SERIAL NUMBER DIVISION OF OIL, GAS AND MINING FEE 6 IF INDIAN. ALLOTTEE OR TRIBE NAME SUNDRY NOTICES AND REPORTS ON WELLS 7. UNIT or CA AGREEMENT NAME: Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 8. WELL NAME and NUMBER 1. TYPE OF WELL OIL WELL GAS WELL OTHER HANCOCK 7-22-4-1 9. API NUMBER 2. NAME OF OPERATOR 4301350265 NEWFIELD PRODUCTION COMPANY 10. FIELD AND POOL, OR WILDCAT: PHONE NUMBER 3 ADDRESS OF OPERATOR MYTON-TRIBAL EDA 435.646.3721 STATE UT ZIP 84052 Route 3 Box 3630 CITY Myton 4. LOCATION OF WELL: COUNTY: DUCHESNE FOOTAGES AT SURFACE: STATE: UT OTR/OTR. SECTION. TOWNSHIP. RANGE. MERIDIAN: SWNE, 22, T4S, R1W CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION REPERFORATE CURRENT FORMATION ACIDIZE DEEPEN ■ NOTICE OF INTENT SIDETRACK TO REPAIR WELL FRACTURE TREAT (Submit in Duplicate) ALTER CASING NEW CONSTRUCTION TEMPORARITLY ABANDON CASING REPAIR Approximate date work will TUBING REPAIR CHANGE TO PREVIOUS PLANS OPERATOR CHANGE VENT OR FLAIR PLUG AND ABANDON CHANGE TUBING PLUG BACK WATER DISPOSAL CHANGE WELL NAME SUBSEOUENT REPORT (Submit Original Form Only) WATER SHUT-OFF CHANGE WELL STATUS PRODUCTION (START/STOP) Date of Work Completion OTHER: - Weekly Status Report COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE RECOMPLETE - DIFFERENT FORMATION 07/15/2010 CONVERT WELL TYPE 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. The above subject well was completed on 07-15-10, attached is a daily completion status report.

(This space for State use only)

NAME (PLEASE PRINT) Lucy Chavez-Naupoto

RECEIVED
JUL 2 2 2010

TITLE Administrative Assistant

07/20/2010

DATE_

Daily Activity Report

RECEIVED
JUL 2 2 2010

Format For Sundry
HANCOCK 7-22-4-1
5/1/2010 To 9/30/2010

DIV. OF OIL, GAS & MINING

7/8/2010 Day: 1

Completion

Rigless on 7/8/2010 - Ran CBL & perforated the 1st stage. SIWFN w/ 168 BWTR. - NU frac head & Cameron BOP's. RU Hot oiler & test casing, frac head, frac valves & BOP to 4500 psi. RU WLT w/ mast & pack off tool. Run CBL under pressure. WLTD was 7013' w/ TOC @ 210. RJH w/ 3 1/8" ported guns & perforate Wasatch sds @ 6896- 6907' w/ (11 gram, .36"EH, 16.822 pen. 120°) 3 spf for total of 33 shots. RD WLT & Hot Oiler. SIFN w/ 168 BWTR.

Daily Cost: \$0

Cumulative Cost: \$12,828

7/12/2010 Day: 2

Completion

Rigless on 7/12/2010 - Frac stg #1. Perforate & frac stgs #2-4. Flowback well - MIRU The Perforators WLT & crane. RU BJ Services. Frac stg #1. Perforate & frac stgs #2-4. EWTR 2527 BBLS. RD BJ services & The Perforators WLT & crane. RU flowback equipment. Open well to pit for flowback. Flowback well for 7 hrs to recover 945 bbls. SICP 40 psi. Builds 260 psi in 20 min. Started to return oil. EWTR 1582 BBLS

Daily Cost: \$0

Cumulative Cost: \$116,742

7/13/2010 Day: 3

Completion

NC #2 on 7/13/2010 - MIRUSU, P/U Tbg, Start To Drill Up Plgs - 10:00 AM MIRUSU, OWU, X - Over BOPS, X - Over For Tbg, P/U & TIH W/- Bit, Bit Sub, 120- Jts Tbg, R/U Rig Pmp, Circ Well Clean, TIH W/- 36- Jts Tbg To Plg #1 @ 4900', R/U Nabors Pwr Swvl, Drill Out Plg, 32 Min Drill Time, Swvl In The Hole W/- 3 Jts Tbg, Circ Well Clean, SWI, CSDFN @ 7:30 PM, 7:30 To 8:00 PM C/Trvl.

Daily Cost: \$0

Cumulative Cost: \$168,441

7/14/2010 Day: 4

Completion

NC #2 on 7/14/2010 - Finish Drilling Up Plgs, Swab Well Bore - 5:30 To 6:00 AM C/Trvl, 6:00 AM OWU, R/U Nabors Pwr Swvl, Swvl In The Hole To Plg #2 @ 5100', Drill Out Plg, 28 Min Drill Time, Swvl In The Hole To Plg #3 @ 5580', Drill Out Plg, 32 Min Drill Time, R/D Pwr Swvl, TIH To Plg #4 @ 6560', R/U Pwr Swvl, Drill Out Plg, 30 Min Drill Time, Swvl In The Hole To PBTD @ 7068', Circ Well Clean For Approx. 1 Hr, R/D Pwr Swvl, POOH W/- 5- Jts Tbg, R/U Sandline, Swab Well Bore, Made 12 Swab Runs, Swab Back Approx. 170 Bbls Fluid, TIH W/- 5 Jts Tbg, Circ Well For Approx. 1 Hr, L/D 4 Jts Tbg, POOH W/- 40 Jts Tbg, SWI, CSDFN @ 7:00 PM, 7:00 To 7:30 PM C/Trvl.

Daily Cost: \$0

Cumulative Cost: \$177,159

7/15/2010 Day: 5

Completion

NC #2 on 7/15/2010 - Round Trip Tbg, Land Wellhead, X - Over For Rods, P/U Rod String,

PWOP, Final Report - 5:30 To 6:00 AM C/Trvl, 6:00 AM OWU, POOH W/- 181 Jts Tbg, Bit Sub & Bit, P/U & TIH W/- NC, 2- Jts Tbg, SN, 1- Jt Tbg, TA, 218- Jts Tbg, Set TA In 18000 Lbs Tension, R/D Weatherford BOPS, R/U Wellhead, X - Over For Rods, P/U & TIH W/- Central Hydraulics 2 $1/2 \times 1$ $1/2 \times 21 \times 24'$ RHAC Rod Pump, TIH W/- Pmp, 6- 1 $1/2'' \times 25'$ Wt Bars, 20- 3/4" Guided Rods, 150- 3/4" Plain Rods, 99- 7/8" Guided Rods, 1- 4', 1- 2' x 7/8" Pony Subs, 1 $1/2'' \times 26'$ Polished Rod, R/U Pmp Unit, Fill & Test Tbg To 800 Psi Using Pmp Unit, Good Test, Tbg Was Standing Fill, PWOP @ 7:00 PM, 122 STL, 5 SPM. FINAL REPORT

Finalized

Daily Cost: \$0

Cumulative Cost: \$210,059

Pertinent Files: Go to File List

RECEIVED
JUL 2 2 2010

DIV. OF OIL, GAS & MINING

Form 3160-4 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: July 31, 2010

	W	ELL!	COMF	PLETIC	ON OR F	RECOMPLE.	TIO	N REP	ORT	AND I	LOG	ì		5. I	.ease Se Ξ	rial No.		
b. Type of Completion: New Well Work Over Deepen Plug Back Diff. Resvr., Other:													, Allottee or					
2. Name of														8. Lease Name and Well No. HANCOCK 7-22-4-1				
3. Address 3a. Phone No. (include area code) 9												9. A	FI Wel	l No.				
1401 17TH ST. SUITE 1000 DENVER, CO 80202 (435)646-3721												013-50 Field ar	1265 nd Pool or E	xploratory	/			
4. Escalion of Well (report results) and a second of the s											MO	NUME	NT BUTT	E				
At surfac	^e 2123' F	'NL & 1	1981' F	EL (SW	/NE) SEC	. 22, T4S, R1V	٧							11.	Sec., 1. Survey	, R., M., on or Area SE	Block and C. 22, T4S,	r 1W
At top prod. interval reported below										12. County or Parish 13. State DUCHESNE UT								
At total de		· 	114	Date	Γ.D. Reache			16 Da	ite Com	oleted C	17/15	/2010				ons (DF, RI		
06/20/201	0		0	6/30/20)10				D & A	✓ F	Ready	to Prod.	• • •	508	7' GL	5099' KB		
18. Total D	epth: MD TV	711 D	5'		19, Ph		MD TVD	7068'			20.	Depth Bri	idge l	Plug Set:	MD TVD			
21. Type E	lectric & Ot	her Mec	tranical I MP. DE	ogs Run NSITY,	(Submit cor	oy of each) EUTRON,GR,0			MT BO	ND	22.	Was well Was DST Direction	run?	1 🔽	10 🗒	Yes (Subn Yes (Subn Yes (Subn	nit report))
23. Casing	and Liner I	Record	(Report	all string	gs set in wel	1)		Stage Cen	nenter	No	of S	(s, &)	SI	urry Vol.			T	
Hole Size	Size/Gr	ade	Wt. (#/f		op (MD)	Bottom (MD)	4	Dept		Туре	of C	ement		(BBL)	Cen	nent Top*	A.	mount Pulled
12-1/4"	8-5/8" J		24#	0		396'	-			200 C 320 P					210'		 	
7-7/8" NE	5-1/2" J	-55	15.5#	0		7113'	+			450 5					210'		 	
7 1	 					 	十			700 0	0,00	102					<u> </u>	
							十											
																		
24. Tubing Size		Set (MI	7) Po	cker Dep	th (MD)	Size	- 1 -	Depth Set	(MD)	Packer	Depth	(MD)		Size	Dep	th Set (MD)	Pac	cker Depth (MD)
2-7/8"		2 6958		@ 6860		5120	\top	Dopui Bot	(1,12)	Table	<u> </u>	(1.22)						
25. Produci						Dettern	26		oration I			7 0	ize	No.	Holes		Perf. S	tatue
A) Green	Formatio River	<u>n</u>			Гор	Bottom	16	896-690				.36" 3 33						
B) Green							6370-6486' CP1 CP3				.36"			3		33		
C) Green							5485-5492' D1					.36" 3						
D) Green					l		4	950-502	0' GB4	GB6		.36"		3		39		
27. Acid, Fi	racture, Tre Depth Inter		Cement	Squeeze	, etc.					mount	and T	ype of M	lateria	ıl				
6896-6907				Frac w	/ 40597#'s	20/40 sand in	264	bbls of	Lightni	ng 17 f	luid.							
6370-6486	3'					20/40 sand in				_								
5485-5492						20/40 sand in					_							
4950-5020 28 Product		al A		Frac w	158/1/#	's 20/40 sand i	n 9/	U DDIS O	Ligntr	iing 17	Hulo	•						
Date First	Test Date	Hours	Tes		Oil		Wate		Oil Grav			as ravity		roduction N		241 241 5	LIAC Du	mn
Produced		Tested	Pro	duction	BBL	Í	BBL 50	ľ	Corr. AF	7 1	٦	Tavity		2-1/2" x 1-	1/2 X 2	21 X 24 F	.nac ru	т
7-15-10 Choke	7-26-10 Tbg. Press.	24 Csa	24]	Hr	Oil	1	52 Wate	<u></u>	Gas/Oil		V	/ell Statu	L					
	Flwg. SI	Press.	Rat		BBL		BBL	1	Ratio		- 1	PRODU		IG				
28a. Produc	tion - Inter	val B				<u></u>												
Date First Test Date Hours Test Oil Gas Water Oil Gravity Gas Produced Production BBL MCF BBL Corr. API Gravity									roduction N	rethod								
rioduced		losted	_	-								,					REC	EIVED
Size	Tbg. Press. Flwg.	Csg. Press.	24 I Rat		Oil BBL		Wate 3BL		Gas/Oil Ratio		V	ell Statu	I					0 3 2010
· Sabra	SI			→							\perp					PART	 	01001
*(See instr	uctions and	spaces	for addi	tional da	ta on page 2	2)										טוע,	ur UIL,	GAS & MINING

201 D	uction - Inte						· · · · · · · · · · · · · · · · · · ·									
		Hours	Test	Oil	Gas	Water	Oil Gravity	Gas	Production Method							
Produced		Tested	Production	BBL	MCF	BBL	Corr. API	Gravity								
Choke	Tbg. Press.		24 Hr.	Oil	Gas	Water	Gas/Oil	Well Status								
Size	Flwg. SI	Press.	Rate	BBL	MCF	BBL	Ratio									
	uction - Inte	rval D Hours	Test	Oil	Gas	Water	Oil Gravity	Gas	Production Method							
Date First Produced	Test Date	Tested	Production	BBL	MCF	BBL	Corr. API	Gravity								
Choke	Tbg. Press.	Csg.	24 Hr.	Oil	Gas	Water	Gas/Oil	Well Status								
Size	Flwg. SI	Press.	Rate	BBL	MCF	BBL	Ratio									
5.			—													
29. Dispo	sition of Gas	(Solid, u	sed for fuel, ve	nted, etc.,)											
USED FOR																
30, Sumn	nary of Poro	us Zones	(Include Aqui	fers):				31. Formati	ion (Log) Markers							
Show a includi recove	ng depth int	zones of erval teste	porosity and c d, cushion use	ontents the	ereof: Cored i ol open, flowi	intervals and all ng and shut-in p	drill-stem tests, pressures and	GEOLOG	ICAL MARKERS							
	_				-				Nama	Тор						
Forr	nation	Тор	Bottom		Desc	criptions, Conte	nts, etc.		Name	Meas. Depth						
								GARDEN GU GARDEN GU		4456' 4646'						
								GARDEN GU POINT 3	JLCH 2	4766' 5067'						
								X MRKR Y MRKR		5294' 5325'						
								DOUGALS C BI CARBONA		5461' 5757'						
-,								B LIMESTON CASTLE PEA		5872' 6310'						
								BASAL CARE WASATCH	SONATE	6707' 6827'						
32. Addit	ional remark	s (include	plugging prod	cedure):												
33. Indica	te which iter	ns have b	een attached b	y placing	a check in the	appropriate box	ces:									
☐ Elec	trical/Mecha	nical Logs	(1 full set req'o	d.)		Geologic Report	DST R	eport	☐ Directional Survey							
Sun	dry Notice fo	r plugging	and cement ve	rification		Core Analysis	Other:	Drilling Daily								
					mation is com	plete and corre	ct as determined fro	m all available r	ecords (see attached instructions)*							
N	ame (please	print) Lu	cy Chavez-l	Vaupoto	_		Title Administr	ative Assistan	t							
	gnature	Lu	90	75	ypie	<u>}</u>	Date 07/29/201	0								
Title 18 U.	S.C. Section	1001 and	Title 43 U.S.	C. Section esentation	n 1212, make i ns as to any ma	t a crime for an	y person knowingly urisdiction.	and willfully to	make to any department or agency	y of the United States any						

(Continued on page 3)

(Form 3160-4, page 2)

Daily Activity Report

Format For Sundry
HANCOCK 7-22-4-1
4/1/2010 To 8/30/2010

HANCOCK 7-22-4-1

Waiting on Cement

Date: 6/23/2010

Ross #29 at 395. Days Since Spud - Mixed @ 15.8ppg W/1.17 yield Returned 4bbls Cement to Pit. - On 6/20/10 Spud W/ Ross # 29 and drill 395' of 12 1/4" hole. P/U and run 9 jts of 8 5/8" casing - set @ 396.37KB. On 6/22/10 Cement W/ 200sks of Class "G"+2%

CaCI+.25# /SKCelloflake

Daily Cost: \$0

Cumulative Cost: \$45,995

HANCOCK 7-22-4-1

Drill 7 7/8" hole with fresh water

Date: 6/26/2010

NDSI #1 at 1329. 1 Days Since Spud - Surface csg @ 1500 PSI - test good - Pick up Smith 7 7/8" Mi 616 PDC, Hunting 7/8 3.5 1.5° M.M. ,Extreme 1x30' Monel 1x2' hang off sub - Test survey tool - Work on Mud pump - Tag @ 340' - Gain circulatoin - Drill 7 7/8" hole F/340 - To 1329', w/ 20 WOB, 140 RPM, 365 GPM,ROP 128 - R/U B&C quicktest Test Kelly,safty valve,choke manifold,Pipe and blind rams @ 2000 PSI - MIRU w/Jones Trucking 3 mi - Notify State and BLM of rig move and BOP test - 21 6" DC

Daily Cost: \$0

Cumulative Cost: \$70,903

HANCOCK 7-22-4-1

Drill 7 7/8" hole with fresh water

Date: 6/27/2010

NDSI #1 at 3522. 2 Days Since Spud - Rig service funtion test pipe rams and crownomatic - Drill 7 7/8" hole F/2644' to 3522', W/20 WOB, 136 RPM, 350 GPM, ROP 110 - Drill 7 7/8" hole F/1329' to 2644', W/20 WOB, 120 RPM, 352 GPM, ROP 110

Daily Cost: \$0

Cumulative Cost: \$101,426

HANCOCK 7-22-4-1

Drill 7 7/8" hole with fresh water

Date: 6/28/2010

NDSI #1 at 5368. 3 Days Since Spud - Drill 7 7/8" hole F/4554' to 5368', w/ 20 WOB, 130 RPM, 331 GPM,ROP 75 - Rig service funtion test pipe rams and crownomatic - Drill 7 7/8" hole F/3522' to 4554', w/ 20 WOB, 125 RPM, 348 GPM,ROP 110

Daily Cost: \$0

Cumulative Cost: \$119,749

HANCOCK 7-22-4-1

Drill 7 7/8" hole with fresh water

Date: 6/29/2010

NDSI #1 at 7115. 4 Days Since Spud - Rig service funtion test pipe rams and crownomatic - Lay down DP - Drill 7 7/8" hole F/5368' to 5743', w/ 20 WOB, 130 RPM, 330 GPM, ROP 100 - Circulate for logs - Drill 7 7/8" hole F/5743' to 7115' TD, w/ 20 WOB, 130 RPM, 330 GPM, ROP 101

Daily Cost: \$0

Cumulative Cost: \$150,538

HANCOCK 7-22-4-1

Drill 7 7/8" hole with fresh water

Date: 6/30/2010

NDSI #1 at 7115. 5 Days Since Spud - yield @ 3.54 Then tail of 450 sk 50:50:2+3% KCL+0.5%EC-1+.25# SK CF+.05#SF+.3SMS+FP-6L - Mixed @ 14.4 ppg yeild @ 1.24 return 50 bbls to pit Bump plug to 2426 psi - Nipple down set 5.5 csg slips w/ 110,000# tention - Clean Mud tanks - Tear down - Release rig @ 1:30 AM on 6/30/10 - CMT w/BJ Pump 320 sks PL II +3% KCL +5#CSE+0.5#CF+2#KOL+.5SMS+FP+SF mixed @ 11ppg - Circulate csg w/rig pump - wait on BJ - R/U Quicktest - test csg rams @ 2000psi - R/U Psi run DISGL/SP/GR suite TD to surface- DSN/SDL/GR/CAL suite TD to 3000' (loggers TD 7102') - Lay down BHA and extreme tools - R/U QT csg run 163jt 5.5 15.5# j-55 LTC-tag -GS set @ 7113.06' KB -FC set @ 7056.05' KB **Finalized**

Daily Cost: \$0

Cumulative Cost: \$299,653

Pertinent Files: Go to File List